

STATE RISK MANAGEMENT FUND
INVESTMENT PERFORMANCE REPORT AS OF OCTOBER 31, 2007

	October-07				September-07				Current FYTD	Prior Year FY07	3 Years Ended 6/30/2007	5 Years Ended 6/30/2007
	Market Value	Allocation Actual	Policy	Month Net ROR	Market Value	Allocation Actual	Policy	Quarter Net ROR	Net	Net	Net	Net
LARGE CAP DOMESTIC EQUITY												
<i>Structured Growth</i>												
Los Angeles Capital	122,742	3.2%	3.4%	2.29%	127,501	3.4%	3.4%	0.38%	2.68%	21.84%	13.35%	N/A
Total Structured Growth	122,742	3.2%	3.4%	2.29%	127,501	3.4%	3.4%	0.38%	2.68%	21.84%	13.35%	10.94%
<i>Russell 1000 Growth</i>				3.40%				4.21%	7.75%	19.04%	8.70%	9.28%
<i>Structured Value</i>												
LSV	122,506	3.2%	3.4%	0.06%	124,303	3.3%	3.4%	-0.89%	-0.83%	23.77%	19.00%	16.55%
<i>Russell 1000 Value</i>				0.01%				-0.24%	-0.23%	21.87%	15.93%	13.31%
<i>Russell 1000 Enhanced Index</i>												
LA Capital	253,746	6.7%	6.8%	2.65%	253,828	6.8%	6.8%	0.24%	2.90%	21.27%	13.46%	N/A
<i>Russell 1000</i>				1.74%				1.98%	3.76%	20.43%	12.34%	
<i>S&P 500 Enhanced Index</i>												
Westridge	282,827	7.5%	6.8%	1.67%	281,306	7.5%	6.8%	2.18%	3.89%	21.12%	11.98%	N/A
<i>S&P 500</i>				1.59%				2.03%	3.65%	20.59%	11.68%	
<i>Index</i>												
State Street	75,876			-0.10%	77,081			-0.80%	-0.89%	21.82%	12.34%	11.08%
Total 130/30	75,876	2.0%	2.3%	-0.10%	77,081	2.1%	2.3%	-0.80%	-0.89%	21.82%	12.34%	11.08%
<i>S&P 500</i>				1.59%				2.03%	3.65%	20.59%	11.68%	10.71%
TOTAL LARGE CAP DOMESTIC EQUITY	857,696	22.6%	22.5%	1.66%	864,019	23.1%	22.5%	0.62%	2.29%	21.86%	13.76%	12.22%
<i>S&P 500</i>				1.59%				2.03%	3.65%	20.59%	11.68%	10.71%
SMALL CAP DOMESTIC EQUITY												
<i>Manager-of-Managers</i>												
SEI	146,679	3.9%	3.8%	2.53%	143,023	3.8%	3.8%	-3.66%	-1.22%	18.39%	13.70%	14.37%
<i>Russell 2000 + 200bp</i>				3.04%				-2.60%	0.36%	18.76%	15.72%	16.16%
<i>Enhanced</i>												
Research Affiliates	138,046	3.6%	3.8%	1.19%	136,366	3.6%	3.8%	N/A	N/A	N/A	N/A	N/A
<i>Russell 2000</i>				2.87%				-3.09%	-0.31%			
TOTAL SMALL CAP DOMESTIC EQUITY	284,725	7.5%	7.5%	1.88%	279,389	7.5%	7.5%	-4.98%	-3.19%	18.39%	13.70%	14.37%
<i>Russell 2000</i>				2.87%				-3.09%	-0.31%	16.44%	13.45%	13.88%
DOMESTIC FIXED INCOME												
<i>Core Bond</i>												
Western Asset	739,881	19.5%	20.2%	0.95%	728,665	19.5%	20.2%	1.87%	2.84%	7.29%	4.44%	5.64%
<i>Lehman Aggregate</i>				0.90%				2.84%	3.77%	6.12%	3.98%	4.48%
<i>Mortgage Backed</i>												
Hyperion	202,794	5.4%	5.2%	0.28%	198,326	5.3%	5.2%	-1.78%	-1.50%	N/A	N/A	N/A
<i>Lehman Global Aggregate (US Securitized Portion)</i>				1.33%				3.88%	5.26%			
<i>Core Plus/Enhanced</i>												
Clifton Group	210,362	5.6%	5.2%	0.80%	205,732	5.5%	5.2%	4.41%	5.25%	5.52%	N/A	N/A
Prudential	205,076	5.4%	5.2%	0.86%	200,267	5.4%	5.2%	1.95%	2.82%	N/A	N/A	N/A
Total Core Plus/Enhanced	415,438	11.0%	10.4%	0.83%	405,999	10.9%	10.4%	3.18%	4.04%	5.95%	N/A	N/A
<i>Lehman Aggregate</i>				0.90%				2.84%	3.77%	6.12%		
<i>Index</i>												
Bank of ND	364,581	9.6%	9.1%	0.84%	362,719	9.7%	9.1%	3.09%	3.97%	5.45%	2.92%	4.32%
<i>Lehman Gov/Credit (1)</i>				0.91%				3.01%	3.94%	6.00%	3.04%	4.35%
<i>BBB Average Quality</i>												
Wells Capital (formerly Strong)	732,370	19.3%	20.2%	1.16%	718,998	19.2%	20.2%	1.48%	2.66%	7.93%	4.86%	6.59%
<i>Lehman US Credit BAA</i>				1.46%				1.67%	3.15%	7.54%	4.47%	6.59%
TOTAL DOMESTIC FIXED INCOME	2,455,064	64.8%	65.0%	0.92%	2,414,708	64.5%	65.0%	1.84%	2.78%	7.11%	3.89%	5.04%
<i>Lehman Aggregate (2)</i>				0.90%				2.84%	3.77%	6.12%	4.13%	4.87%
CASH EQUIVALENTS												
<i>Bank of ND</i>	189,442	5.0%	5.0%	0.36%	183,769	4.9%	5.0%	1.24%	1.60%	5.36%	4.10%	3.00%
<i>90 Day T-Bill</i>				0.30%				1.34%	1.64%	5.21%	3.78%	2.76%
TOTAL RISK MANAGEMENT FUND	3,786,928	100.0%	100.0%	1.14%	3,741,884	100.0%	100.0%	1.04%	2.19%	11.20%	6.46%	7.26%
<i>POLICY TARGET BENCHMARK</i>				1.17%				2.17%	3.36%	10.02%	6.27%	6.80%

NOTE: Monthly returns and market values are preliminary and subject to change.

(1) From April 1, 2004, through June 30, 2005, the benchmark was the LB Intermediate Govt/Credit index.

(2) Prior to July 1, 2005, the benchmark was LB Govt/Credit Index.